

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

December 31, 2013

Brent Cox Cox's Transport, Inc. 50 East 100 North Manti, Utah 84642

Subject: Scope of Operation, Cox's Transport, Quarry Mine, S/023/0096, Juab County, Utah

Dear Mr. Cox:

On August 28, 2013, the Division of Oil, Gas and Mining sent you a letter to document a meeting held August 22, 2013, at the Quarry mine between you, Duane Bays of the BLM, and Wayne Western of the Division. The letter requested that you update the Notice of Intention to Commence Small Mining Operations (NOI) for the Quarry mine. The Division has yet to receive this update.

Cox Transportation had made an agreement with the BLM that gypsum at the site would be removed in exchange for reclamation. As part of the agreement, the BLM would not charge payments or lease fees. Because the work at the site is reclamation, the Division and the BLM agreed to keep the required surety amount at \$13,000.00 which is less than what would typically be required.

To avoid further misunderstands about the operations, the Division is directing you to only conduct reclamation activities on the site. The Division understands that reclamation activities at the site will include removal of gypsum mostly in areas that were previously mined. The area on which reclamation may be conducted is outlined on the attached map and discussed in the electronic mail message from the BLM which is included with this letter. You are not authorized to conduct mining or reclamation activities outside of the disturbed area shown on the map without first gaining approval from the Division and the BLM.

Please notify the Division no later than January 31, 2014, if you do not agree with the area designated for mining/reclamation activities shown on the map. Please contact the Division no later than January 31, 2014, if you have any questions about the area in which you are authorized to conduct reclamation activities. If you fail to respond, the Division will stipulate these conditions are part of the NOI.

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Please contact Wayne Western at 801-538-5263 or me at 801-538-5261 if you have questions or need to discuss these issues. Thank you for your cooperation.

Sincerely,

Paul Baker

Minerals Program Manager

PB: whw: eb

Enclosure: E mail from BLM, map of disturbance/reclamation area

cc: Duane Bays, BLM (dbays@blm.gov)

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Quarry Mine Negotiated Sale SKINNER PEAKS Quadrangle UTU-86615 (CLOSED) and UTU-90078 425500 426000 427000 40.00 4369000 65280 6557 .46 40,00 T 015 S R 001 E Photo 1-3: Quarry Center 53 18 Photos 4-7: Central Quarry Photos 4368000 T 016 S R 001 W T016 S R 001 E 6575 61300 425500 426000 426500 427000 LOCATION WITHIN CHRISS CANYON 1:24000 Quadrangle (Coordinates in UTM Zone 12 North, NAD 83 meters) CHRISS CANYON 1:24K QUADRANGLE UTAH Photo_86615_13 0.1 0.2 0.3 0.5 Land Status Federal Private Fillmore Field Office DISTURBANCE_86615_13